

Quarterly Implementation Update #10

Bipartisan Infrastructure Law (BIL, PL 117-58)

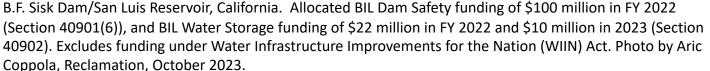
Inflation Reduction Act (IRA, PL 117-169)

December 7, 2023

Agenda for today:



- BIL, IRA summaries & implementation to date
- Where is the money going?
- Funding opportunities open,
 closed, still to come
- Staffing and Buy America Updates
- Any comments, questions & answers





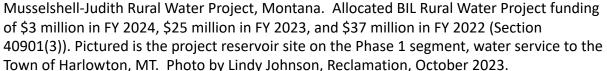
Reclamation's BIL program:

Program area	BIL Section(s)	Program funding amount and type	Recipient type	Awarding process
New or expanded water storage & conveyance	40901(1), 40902, 40903	\$1.15 billion; contracts and competitive grants	Contractors and non- federal agencies	FAR contracting and competitive
Aging Infrastructure / Extraordinary Maintenance (XM)	40901(2), 40904	\$3.2 billion; contracts and grants	Contractors and operators of Reclamation transferred works	FAR contracting, repayment contracts
Rural Water Projects (MT, ND, NM, SD, IA, and MN)	40901(3)	\$1 billion; grants	Contractors, tribes and non-federal agencies	Financial Assistance
Water recycling and reuse	40901(4), 40901(5)	\$1 billion; competitive grants	Tribes and non-federal agencies	Competitive NOFO
Desalination	40901(5), 40908	\$250 million; competitive grants	Tribes and non-federal agencies	Competitive NOFO
Safety of Dams	40901(6)	\$500 million; contracts	Contractors and non- federal agencies	FAR contracting
WaterSMART Grants	40901(7)	\$400 million; grants	Tribes and non-federal agencies	Competitive NOFO
Colorado River Drought Contingency Plans (DCPs)	40901(8), 40906	\$300 million; contracts and grants	Contractors, tribes and non-federal agencies	Discretionary awards and NOFOs
Cooperative Watershed Management	40901(9)	\$100 million; grants	Tribes and non-federal agencies	Competitive NOFO
Aquatic Ecosystem Restoration	40901(10)	\$250 million; grants	Tribes and non-federal agencies	Competitive NOFO
Multi-benefit projects for Watershed health	40901(11), 40907	\$100 million; grants	Tribes and non-federal agencies	Competitive NOFO
Endangered Species in the Colorado River	40901(12)	\$50 million; contracts and grants	Contractors, tribes and non-federal agencies	Discretionary awards

BIL project numbers

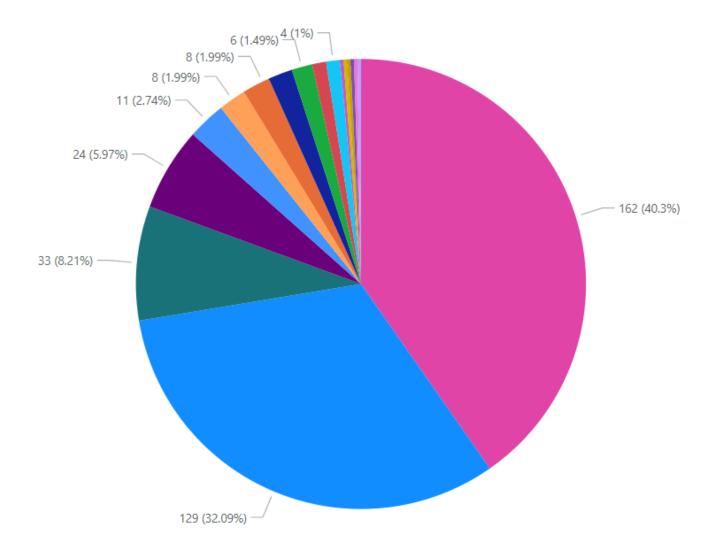


- Reclamation has allocated BIL funding to 402 projects,
 some in consecutive years.
- \$2.9 billion in BIL funding has been allocated.
- All 17 western states plus Hawaii, Alaska and Puerto Rico are home to projects allocated funding from BIL.
- 238 WaterSMART projects funded by BIL, 82 of those to small-scale projects (<\$100k).
- 129 Aging infrastructure/XM projects funded by BIL.
- Other categories listed at usbr.gov.





BIL projects funded as of December 2023



BILProgram

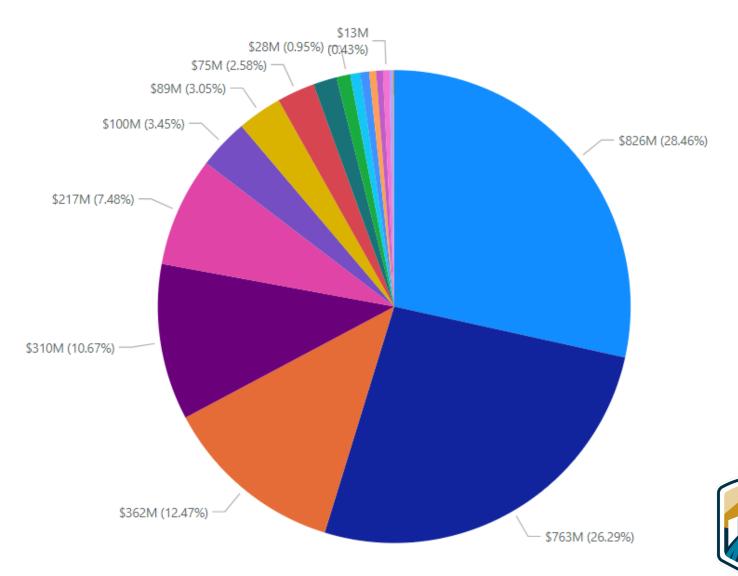
- WaterSMART Grants
- Aging Infrastructure Account
- WaterSMART Nature
- Water Recycling and Reuse \$550M Title XVI
- Multi-Benefit Habitat Restoration Projects
- Cooperative Watershed Management Projects
- Surface & Groundwater Storage
- Rural Water Projects
- Endangered Species Recovery in Colorado River Basin
- Drought Contingency Plan Implementation
- Surface & Groundwater Storage \$100M Grants/Planning
- AIA \$100M Carey Act
- AIA \$100M Critical Failure
- Aquatic Ecosystem Restoration & Protection Projects
- Dam Safety
- Desalination Projects
- Drought Contingency Plan Implementation Upper Col ...



BIL funding allocated as of December 2023

BILProgram

- Aging Infrastructure Account
- Rural Water Projects
- Surface & Groundwater Storage
- Water Recycling and Reuse \$550M Title XVI
- WaterSMART Grants
- Dam Safety
- AIA \$100M Critical Failure
- Drought Contingency Plan Implementation
- WaterSMART Nature
- Endangered Species Recovery in Colorado River Basin
- Surface & Groundwater Storage \$100M Grants/Planning
- Multi-Benefit Habitat Restoration Projects
- Cooperative Watershed Management Projects
- AIA \$100M Carey Act
- Desalination Projects
- Drought Contingency Plan Implementation Upper Col ...
- Aquatic Ecosystem Restoration & Protection Projects



https://www.usbr.gov/watersmart/docs/WaterSMART_Schedule.pdf

U.S. Department of the Inter Bureau of Reclamation

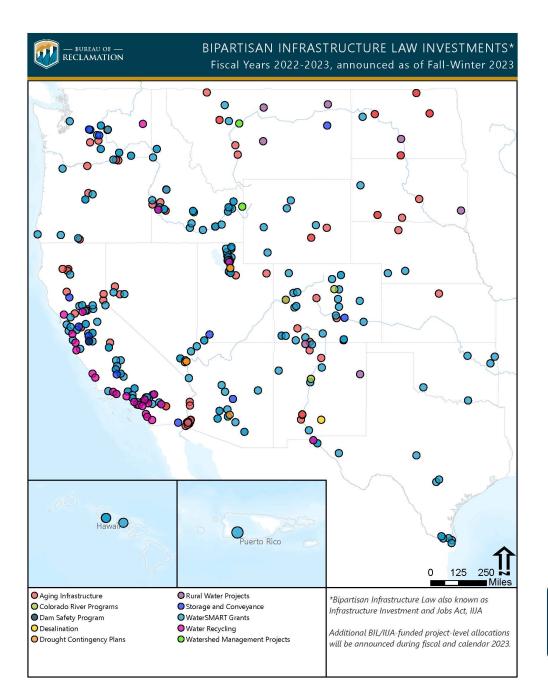


Status of WaterSMART Program Funding Opportunities

Program	Eligible Applicants	Federal/Non-Federal Cost Share	Funding	Current Status
Water and Energy Efficiency Grants On-the-ground water management improvement projects, including projects that conserve water and address water supply reliability. Program Contact: Josh German jgerman@usbr.gov Small-Scale Water Efficiency Projects	Category A Applicants: States, Indian tribes, irrigation districts, water districts, or other organizations with water or power delivery authority. Category B Applicants: Nonprofit conservation organizations that are	Up to \$500,000 for projects to be completed within two years; up to \$2 million for projects to be completed within three years; and up to \$5 million for large projects to be completed within three years. Non-Federal Cost Share: 50% or	Reclamation's FY22 and FY23 spend plans for Bipartisan Infrastructure Law (BIL) funding together include \$310 million for these funding opportunities. Consistent with BIL, 25% of that amount is designated for Environmental Water	FY23 selections were announced on April 21, 2023. 84 projects were selected to receive \$140 million in federal funding, including Bipartisan Infrastructure Law funding. The FY24 Funding Opportunity was posted November 12, 2023. First rounc of applications are due February 22, 2024. FY22 selections were announced on
Small water efficiency improvements that have been identified through previous planning efforts.	Western United States or United States Territories specifically: Arizona, California, Colorado, Idaho, Kansas, Montana, Nebraska, Nevada, New	completed within two years. Total project costs should generally be less than \$225,000.	Resources Projects that improve natural infrastructure.	January 5, 2023. 82 projects were selected to receive \$7 million in Bipartisan Infrastructure Law funding.
Program Contact: Nickie McCann nmccann@usbr.gov	Oregon, South Dakota, Texas, Utah, Washington, and Wyoming (the "17 Western States"), Alaska, Hawaii,	Non-Federal Cost Share: 50% or greater.	\$38 million available for cooperative watershed management projects under BIL in FY22 and FY23	The FY24/25 Funding Opportunity was posted November 2, 2023. The first round of applications for FY24 funding are due January 16, 2024.
Drought Resiliency Projects Funding for on-the-ground projects and modeling tools that will increase water reliability and improve water management. Program Contact: Sheri Looper slooper@usbr.gov	American Samoa, Guam, the Northern Mariana Islands, the Virgin Islands, or Puerto Rico.	Virgin Islands, or completed within two years; up to \$2 million for projects to be completed within three years; and up to \$5 million for projects to be completed within three years. These funding opportunities are also	These funding opportunities are also being used to allocate available FY23	The FY24 Funding Opportunity was posted August 7, 2023. Applications received by Novemer 7, 2023 are currently under review. Selections are expected around mid-March 2024.
		NEW: Up to \$10 million for domestic water supply projects for Tribes or disadvantaged communities that do not have reliable access to water supplies. To be completed within three years. 5% Non-Federal cost share with possible waiver available.	funding opportunity includes further details.	

www.usbr.gov/WaterSMART

Where is BIL funding going?





BIL funding opportunities, 2023-2024

Open now:

- Title XVI WaterSMART grants of up to \$30 million per project, through 12/7/23
- Desalination WaterSMART grants up to \$30 million per project, through 12/7/23
- Small-Scale Water Efficiency WaterSMART grants up to \$100,000 per project,
 through 1/16/24
- Aquatic Ecosystem WaterSMART grants up to \$20 million per project, through
 1/24/24
- Water & Energy Efficiency WaterSMART grants up to \$5 million per project, through
 2/22/24
- Planning & Design WaterSMART grants up to \$400,000 per project, through 4/4/24
- Large-Scale Water Recycling WaterSMART grants, up to 25% of project costs, through 3/29/24



Jobs and Buy America Update



Cle Elum Pool Raise adjacent fish passage work, Yakima Project, Washington state. Pool raise allocated BIL storage funding of \$1 million in FY 2023 and \$5 million in FY 2022 (Section 40902). Excludes storage funding under Water Infrastructure Improvements for the Nation (WIIN) Act and other fish passage funding. Photo by David Denton, Reclamation, October 2023.

In FY 2023, Reclamation's BIL program:

- Supported 13,128 jobs
- Contributed \$1.39 billion to Gross
 Domestic Product
- Largest program area was
 Construction on rural water
 projects, at 36%
- Next largest area was planning,
 design and construction of water
 recycling projects, at 27%

www.doi.gov/sites/doi.gov/files/bil-fy22-23-econ-contrib-jobs-formatted-final.pdf



Jobs and Buy America Update

- Buy American Request for Information (RFI).
- **Environmental Protection Agency (EPA)** invites public comment on domestic availability of products used in construction, alteration, and/or maintenance of water infrastructure.
- Federal Register publication on 11/20/23; comments requested by 12/20/23.
- https://www.govinfo.gov/content/pkg/FR-2023-11-20/pdf/2023-25515.pdf

were revoked between October 1, 2022, d September 30, 2023. Authority: 7 U.S.C. 136 et seq.

PRESS. 2023-25602 Filed 11-17-23; 8:45 am/

ENVIRONMENTAL PROTECTION

[EPA-HQ-OW-2023-0396; FRL 11285-01-

oducts and Categories of Products

or before December 20, 2023, to allow for their consideration uniting development of these funding programs. The EPA may consider comments

messes: summin your community, antifled by Docket ID No. EPA-HQ-OW-2023-0396, by any of the following

rotection Agency, EPA Docket Center, Water Docket, Mail Code 28221T, 1200

Aocket Center, WJC West Building Room 3334, 1301 Consti NW, Washington, DC 20004. The Docket Center's hours of operations are 8:30

ast include the Docket ID No. for this

SUPPLEMENTARY INFORMATION SECTION OF

FOR FURTHER INFORMATION CONTACT: ound Water and Drinking Water at

SUPPLEMENTARY INFORMATION:

L Public Participation

Docket ID No. EPA-HQ-OW-2023-0396, at https://www.regulatio methods identified in the ADDRESSES cannot be edited or removed from the docket. The EPA may publish any

Do not submit to the EPA's docket at socure data exchange will be initiated

Jobs Act (Pub. L. 117-58, Nov. 15, 2021) Anticommy, one up a mor one animome Reduction Act (Pub. L. 117–69, Aug. 16,

Information (RFI) is to improve Federal agencies' understanding of the current

The Build America, Buy America Act



Jobs and Buy America Update

Buy America Approved Waivers:

- DOI Small Grants Waiver (\$250,000), approved through 2/20/2028.
- DOI De Minimus Purchases Waiver (5% of project costs, max of \$1 million), approved through 2/20/28.
- DOI Pacific Islands & Territories Waiver, approved through 2/15/2025.
- DOI Tribal Waiver for Federally recognized tribes, approved through 9/1/2024.
- AMI Capable Water Meters Santa Clarita Valley Water Agency, approved through 1/31/2025.
- AMI Capable Water Meters City of Rialto, approved through 12/31/2025.



Growth in Financial Assistance

FY21			FY22			FY23		
Region	Sum of Awards	Count of Awards	Region	Sum of Awards	Count of Awards	Region	Sum of Awards	Count of Awards
CGB	\$102,357,266	57	CGB	\$162,847,957	97	CGB	\$219,670,605	119
CPN	\$17,483,580	68	CPN	\$29,379,581	75	CPN	\$36,071,181	77
LCB	\$58,175,786	60	LCB	\$65,019,063	68	LCB	\$352,297,764	74
DO	\$46,015,919	162	DO	\$117,925,739	288	DO	\$186,759,209	216
МВ	\$132,291,927	52	MB	\$102,013,752	40	MB	\$337,035,882	55
UCB	\$64,072,115	97	UCB	\$253,734,748	83	UCB	\$184,849,328	92
Total	\$420,396,592	496	Total	\$730,920,843	651	Total	\$1,316,683,971	633

Note: FY2023 Financial Assistance is ~three times the FY2021 amount.

Total awards = total number of funded actions (new awards as well as funded Amendments)



Staffing Update



- Reclamation at 272 new infrastructure-related hires as of December 2023.
- Human Capital remains central to Reclamation's BIL and IRA implementation.
- 23 active Reclamation Postings for BIL on USAJobs as of December 6, 2023, some for multiple vacancies and locations.
- Engineering, environmental specialist, program management, budget, procurement, archeologist, and construction control positions in high demand.

Edwards Aquifer Authority TX, flow meter improvements to existing SCADA system funded by Reclamation WaterSMART Program BIL funding through the Small-Scale Water Efficiency Program. Site visit November 2023.





Inflation Reduction Act Public Law 117-169

Bob Wolf Director, Program and Budget

Grayford Payne

Deputy Commissioner, Policy, Administration and Budget

December 7, 2023



Sec. 50231
Domestic
Water
Supply
Projects



Sec. 50231 Domestic Water Supply Projects

Reclamation is working with the Indian Health Service to accomplish a whole of government approach to solving the drinking water crises in the West.





Sec. 50231 Domestic Water Supply Projects

WaterSMART Grant Applications are Under Review.

Current Opportunities:

- WaterSMART Notice of Funding Opportunity (NOFO): FY 2023 Planning and Project Design Grants closed 10/17/23; For FY 2024 closes 4/2/24.
- WaterSMART NOFO: FY 2024 Drought Response Program, Drought Resiliency Projects closed 11/7/23.



Sec. 50231 Domestic Water Supply Projects

TRIBAL DOMESTIC WATER SUPPLY GRANT PROGRAM

- Under Development Now
- Announcement expected around the beginning of the next year in the form of a Dear Tribal Leader letter.
- Applications will be accepted from Tribes until late Spring/early Summer of 2024.
- Grants will be available for Planning, Design, and Construction of Domestic Water Supply projects.





Sec. 50232 Canal Improvement Projects



Sec. 50232 Canal Improvement Projects

The generation of power from solar energy is rapidly expanding as a major form of renewable energy in the United States. In relation to water canal facilities, solar panels can be installed next to or above the canals.





Sec. 50232 Canal Improvement Projects

- On Friday, July 28, 2023, Reclamation distributed an internal call for proposals to the regions that describes project eligibility and criteria.
- Project proposals were due from Reclamation regional directors no later than October 30, 2023. Selections will follow a process of initial screening for eligibility, technical sufficiency evaluations, and management reviews.
- Cooperative agreement(s) are anticipated to be executed around September 2024.
- Proposed projects are to place solar panels over canals associated with Reclamation projects as a pilot or demonstration for Reclamation.
- 6 Projects are currently under active consideration with announcements expected soon.





Sec. 50233 Drought Mitigation



Colorado River - Bucket 1

- Existing system conservation programs have proven successful but insufficient to stabilize the system.
- Established in 2022, when elevations in Lake Mead and Lake Powell were projected to hit critical elevations as soon as 2023.
- System Conservation saved over 1 million acrefeet in 2023
- The program has proven successful lowest release from Lake Mead in 30 years.
- Lake Mead is currently ~40 feet higher than it was projected to be at this time last year.



Colorado River System Conservation - Bucket 2

- The Lower Basin is working through 84 Project Proposals from 37 Entities, announcements will begin on a rolling basis in 2024
- Announcements will be on a rolling basis, depending on level of project complexity, and will begin in early 2024.

State Breakdown	# of proposals	% of proposals
Arizona*	53	63%
California	15	18%
Nevada	15	18%
Ineligible/No State	1	1%
Total	84	100%

Upper Basin Bucket 2 program will be announced in early 2024



Section 50233 Drought Mitigation in Other Basins

- Project proposals were solicited through Reclamation regional offices.
- Proposals were accepted through Aug. 25, 2023.
- Reclamation received over 100 project proposals, which are currently under review.
- Selections are expected this Winter.







Sec. 80004 Emergency Drought Relief for Tribes

Section 80004 Emergency Drought Relief for Tribes

- \$12.5 million through Sept. 30, 2026, for near-term drought relief actions to mitigate drought impacts for Indian Tribes that are impacted by the operation of Bureau of Reclamation water projects.
- None of the funds provided are subject to cost-sharing or matching requirements.
- A funding announcement is undergoing review currently.
- The solicitation for projects should be published in GRANTS.GOV in early 2024.



Closing comments



City of Norman, Oklahoma Mayor Larry Heikkila, Council Members and staff from the city with staff from Reclamation's Oklahoma-Texas Area Office, November 2023. The City of Norman received \$2 million through a Reclamation WaterSMART Program Water and Energy Efficiency Grant.

- BIL is in its third fiscal year, IRA is in year two.
- BIL and IRA are funding opportunities, application periods and spend plans translating into progress on the ground.
- Stay engaged and sign up for BIL and IRA notifications.
- BIL and IRA will succeed on partnerships, collaboration, focus on performance and results.



- BIL Resources: https://www.usbr.gov/bil see the FAQ's or E-mail us at usbr.bil@usbr.gov
- IRA Resources: https://www.usbr.gov/inflation-reduction-act or E-mail us at usbr.ir.act@usbr.gov
- WaterSMART Resources: https://www.usbr.gov/watersmart/

